

GRANT PARISH POLICE JURY
Colfax, Louisiana

Annual Financial Report
For the year ended December 31, 2013

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date AUG 13 2014

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June 22, 2014

INDEPENDENT AUDITORS' REPORT

The Grant Parish Police Jury
Colfax, Louisiana 71417

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Grant Parish Police Jury, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Parish's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* and issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements of the Parish's primary government are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation of the financial statements.

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Grant Parish Police Jury

June 11, 2013

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis for Adverse Opinion

The financial statements referred to above include only the primary government of the Grant Parish Police Jury, which consists of all funds, organizations, institutions, agencies, departments, and offices in the Parish's legal entity. The financial statements do not include financial data for the Parish's legally separate component units. Accounting principles generally accepted in the United States of America require financial data for the Parish's legally separate component units to be reported with the financial data of the Parish's primary government. The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses of the government-wide financial statements has not been determined.

Adverse Opinion

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the reporting entity of the Grant Parish Police Jury, as of December 31, 2013, or the changes in financial position or cash flows thereof for the year then ended. In accordance with accounting principles generally accepted in the United States of America, the Grant Parish Police Jury has issued separate reporting entity financial statements for which we have issued our report dated June 22, 2014.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the primary government of the Grant Parish Police Jury, as of December 31, 2013, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements of the primary government. Such information, although not a part of the basic financial statements of the primary government, is required by Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements of the primary government in appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements of the primary government, and other knowledge we obtained during our audit of the basic financial statements of the Parish's primary government. We do not express an opinion

Grant Parish Police Jury
June 11, 2013

or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide assurance.

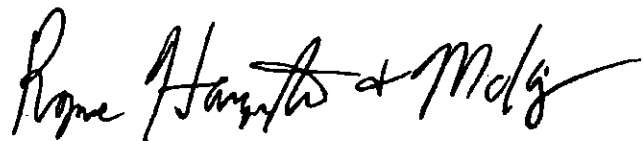
Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the primary government of the Grant Parish Police Jury, Louisiana. The combining nonmajor fund financial statements and the Schedule of Per Diem Paid to Police Jurors are presented for purposes of additional analysis and are not a required part of the basic financial statements of the primary government. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the primary government financial statements of the Grant Parish Police Jury, Louisiana.

The combining nonmajor fund financial statements, the Schedule of Per Diem Paid to Police Jurors, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the basic financial statements of the primary government. Such information has been subjected to auditing procedures applied in the audit of the basic financial statements of the primary government and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements of the primary government or to the basic financial statements of the primary government themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements of the primary government as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2014 on our consideration of the Grant Parish Police Jury, Louisiana internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Parish's internal control over financial reporting and compliance.



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June 22, 2014

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Grant Parish Police Jury
Colfax, Louisiana 71417

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the primary government of the Grant Parish Police Jury, Louisiana, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the basic financial statements and have issued our report thereon dated June 22, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Grant Parish Police Jury's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Grant Parish Police Jury's internal control. Accordingly, we do not express an opinion on the effectiveness of the Grant Parish Police Jury's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal

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Grant Parish Police Jury

June 22, 2014

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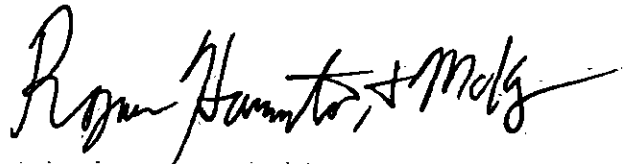
control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Grant Parish Police Jury's primary government financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



ROZIER, HARRINGTON & McKAY
Certified Public Accountants

Grant Parish Police Jury

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2013

This section of the Grant Parish Police Jury's annual financial report presents our discussion and analysis of the Parish's financial performance during the fiscal year ended December 31, 2013.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements include government-wide financial statements and fund financial statements. These two types of financial statements present the Parish's financial position and results of operations from differing perspectives, which are described as follows:

Government –Wide Financial Statements

The government-wide financial statements report information about the Parish as a whole using accounting methods similar to those used by private-sector companies. These report all revenues and expenses regardless of when cash is received or paid. Furthermore, the government-wide statements include all of the Parish's assets and all of the Parish's liabilities (including long-term debt).

The government-wide financial statements are divided into two categories, which are described as follows:

- **Governmental Activities** – Expenses incurred in connection with providing basic services including general government; public safety; public works; health and human services are reported as governmental activities. The governmental activities are financed by taxes and intergovernmental revenues, including federal and state grants and other shared revenues.
- **Business-Type Activities** – Expenses associated with providing utility services are recovered through fees paid by the customers that utilize these services. These activities are operated in a manner similar to commercial enterprises. Accordingly, activities associated with these services are reported as business type activities.

Fund Financial Statements

Fund financial statements provide detailed information regarding the Parish's most significant activities and are not intended to provide information for the Parish as a whole. Funds are accounting devices that are used to account for specific sources of funds. The Parish has two types of funds that are described as follows:

- **Governmental Funds** – These funds are used to account for essentially the same functions that are reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, the governmental funds use a modified accrual basis of accounting that provides a short-term view of the Parish's finances. Assets reported by governmental funds are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets.

Grant Parish Police Jury

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2013

- **Proprietary Fund** – These funds are used to account for activities that function in a manner similar to commercial enterprises, including activities associated with the Parish's utility services. Proprietary fund financial statements typically provide a more detailed presentation of the information reported in the business-type activities portion of the government-wide financial statements.

FINANCIAL ANALYSIS OF THE PARISH AS A WHOLE

Net Position

A condensed version of the government-wide Statement of Net Position is presented as follows:

	<u>For the Year Ended December 31, 2013</u>			<u>For the</u> <u>Year Ended</u> <u>December</u> <u>31, 2012</u>
	<u>Govern- mental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>	
<u>Assets:</u>				
Current and Other Assets	\$ 3,167,682	\$ 469,406	\$ 3,637,088	\$ 3,259,035
Capital Assets	6,083,478	357,194	6,440,672	6,181,193
Total Assets	9,251,160	826,600	10,077,760	9,440,228
<u>Liabilities:</u>				
Current and Other Liabilities	474,224	109,525	583,749	557,262
Long-term Liabilities				
Compensated Absences	42,221	9,025	51,246	49,424
Long-Term Debt	339,716	—	339,716	294,743
Total Liabilities	856,161	118,550	974,711	901,429
<u>Net Position:</u>				
Invested in Capital Assets (Net)	5,650,885	357,194	6,008,079	5,886,450
Restricted	1,969,930	-	1,969,930	1,576,118
Unrestricted	774,184	350,856	1,125,040	1,076,231
Total Net Position	\$ 8,394,999	\$ 708,050	\$ 9,103,049	\$ 8,538,799

As the presentation appearing above demonstrates, the largest portion of the net position is invested in capital assets. Net position invested in capital assets consist of land, buildings, equipment, and infrastructure less any debt used to acquire the assets that remains outstanding. The Parish uses these capital assets to provide services to its citizens; consequently, these amounts are not available for future spending.

An additional portion of the net position represent resources that are subject to restrictions that are imposed by agreements with the Parish's taxpayers or requirements imposed by various revenue sources.

Grant Parish Police Jury

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2013

The remaining balance of unrestricted assets may be used to meet the Parish's ongoing obligations to citizens and creditors.

Changes in Net Position

A condensed version of the government-wide Statement of Changes in Net Position is presented as follows:

	For the Year Ended December 31, 2013			For the Year Ended December 31, 2012
	Govern- mental Activities	Business- Type Activities	Total	
Revenues:				
Program Revenue:				
Charges for Services	\$ 294,949	\$ 554,973	\$ 849,922	\$ 750,348
Operating Grants and Contributions	1,294,571	—	1,294,571	1,513,485
Capital Grants and Contributions	447,427	—	447,427	223,664
General Revenue:				
Property Taxes	821,547	—	821,547	725,228
Sales Taxes	1,048,580	—	1,048,580	1,018,290
Severance Taxes	624,428	—	624,428	510,095
Other Taxes	156,451	—	156,451	137,937
Revenue Sharing	80,082	—	80,082	88,220
Gain on Sale of Assets	32,998	—	32,998	168,985
Other	186,442	3,609	190,051	188,786
Total Revenue	4,987,475	558,582	5,546,057	5,325,038
Program Expenses:				
General Government	1,309,770	—	1,309,770	1,274,726
Public Safety	310,029	—	310,029	318,221
Public Works	2,680,579	—	2,680,579	2,534,326
Economic Development	81,442	—	81,442	334,754
Health & Welfare	69,187	—	69,187	62,682
Culture and Recreation	15,659	—	15,659	25,782
Utility Service	—	515,141	515,141	476,167
Total Expenses	4,466,666	515,141	4,981,807	5,026,658
Increase in Net Position Before Transfers and Special Items	520,809	43,441	564,250	298,380
Transfers	71,146	(71,146)	—	—
Change in Net Position	591,955	(27,705)	564,250	298,380
Net Position Beginning	7,803,044	735,755	8,538,799	8,240,419
Net Position Ending	\$ 8,394,999	\$ 708,050	\$ 9,103,049	\$ 8,538,799

Grant Parish Police Jury

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2013

Governmental activities increased the Parish's net position by \$591,955. This increase is due to revenue received through federal and state capital grants, and the prudent use of the Parish's resources.

Business-type activities decreased the Parish's net position by \$27,705. This decrease is due to the District transferring funds to assist the governmental activities in completing the Compressed Natural Gas Project.

FINANCIAL ANALYSIS OF THE PARISH'S FUNDS

An analysis of significant matters affecting the Parish's funds is presented as follows:

- The Parish's governmental funds reported combined fund balances of \$2,786,335, which represents an increase of \$438,317 in comparison to the previous balance. This increase is due to an increase in advalorem taxes and sales tax revenues and prudent expenditure of the Parish's resources.
- In addition, the Parish's general fund, reported a fund balance of \$606,028. The general fund balance decreased by \$84,340. This decrease is due to transfers to a capital projects fund to assist with the building of a sewer system.
- Amounts reported for business-type activities in the Parish's individual funds are identical to the business-type activities reported in the government-wide presentation.

GENERAL FUND BUDGET HIGHLIGHTS

The Parish's general fund and each special revenue fund are required to adopt budgets. Budgets are amended as necessary and significant changes resulting from budget amendments are described as follows:

- The general fund revenues and appropriations were decreased due to significant differences in actual state and federal funds received and expended.
- Road fund revenues and appropriations were increased due to increases in federal and state funds, an increase in capital expenditures, and road repairs.
- The Landfill revenues and appropriations were increased due to sales tax receipts being greater than anticipated and an increase in capital expenditures.

CAPITAL ASSET ADMINISTRATION

Capital asset activity for the year ended December 31, 2013 is summarized as follows:

Grant Parish Police Jury

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2013

	Governmental Activities	Business- Type Activities	Total
Additions:			
Construction in Process	\$ 37,900	\$ —	\$ 37,900
Land	1,000	—	1,000
Infrastructure	242,316	—	242,316
Equipment and Vehicle Purchases	345,927	4,293	350,220
Total Additions	627,143	4,293	631,436
Depreciation	(335,484)	(36,473)	(371,957)
Net Increase (Decrease)	291,659	(32,180)	259,479
Beginning Capital Asset (Net)	5,791,819	389,374	6,181,193
Ending Net Position (Net)	\$ 6,083,478	\$ 357,194	\$ 6,440,672

Highlights of the Parish's capital asset administration are provided as follows:

- Construction in process is the commencing of the rehabilitation of the Old Bank Building. The construction in process at year end is \$37,900.
- The land addition is land purchased for a dumpster site.
- The infrastructure addition is the completion of Fletcher Loop.
- Equipment purchases for the governmental activities are a new garbage truck, a trailer, asphalt distributor, two pickup trucks, a van, and office equipment. The equipment purchase for the business type activities is a fusion machine for the gas district.

DEBT ADMINISTRATION

A capital lease was issued for \$208,844 to finance a new garbage truck for the landfill fund. The remaining debt activity was limited to payment of principal and interest.

FACTORS EXPECTED TO EFFECT FUTURE OPERATIONS

There are no events or conditions that are expected to have a significant influence on future operations.

Grant Parish Police Jury

STATEMENT OF NET POSITION

December 31, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 1,681,553	\$ 363,999	\$ 2,045,552
Receivables (net)	1,486,129	105,407	1,591,536
Capital assets			
Non depreciable capital assets			
Construction in Process	37,900	-	37,900
Land	203,250	-	203,250
Depreciable capital assets, net	<u>5,842,328</u>	<u>357,194</u>	<u>6,199,522</u>
Total assets	<u>9,251,160</u>	<u>826,600</u>	<u>10,077,760</u>
<u>LIABILITIES</u>			
Accounts and Other Payables	379,081	33,092	412,173
Deposits Due Others	-	76,433	76,433
Unearned Revenues	2,266	-	2,266
Long-term liabilities			
Compensated Absences	42,221	9,025	51,246
Notes Payable			
Due within one year	92,877	-	92,877
Due in more than one year	<u>339,716</u>	<u>-</u>	<u>339,716</u>
Total liabilities	<u>856,161</u>	<u>118,550</u>	<u>974,711</u>
<u>NET POSITION</u>			
Invested in capital assets, net of related debt	5,650,885	357,194	6,008,079
Restricted:			
Maintenance	1,893,524	-	1,893,524
Judicial	24,781	-	24,781
Construction	51,625	-	51,625
Unrestricted	<u>774,184</u>	<u>350,856</u>	<u>1,125,040</u>
Total net position	<u>\$ 8,394,999</u>	<u>\$ 708,050</u>	<u>\$ 9,103,049</u>

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

STATEMENT OF ACTIVITIES

December 31, 2013

		Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Net (Expenses) Revenue
<u>Governmental Activities:</u>					
General Government					
Legislative	\$ 211,784	\$ -	\$ -	\$ -	\$ (211,784)
Judicial	572,080	218,491	162,643	-	(190,946)
Finance & Administrative	276,975	-	-	-	(276,975)
Other General Government	248,931	-	-	37,900	(211,031)
Public Safety	310,029	-	55,090	-	(254,939)
Public Works					
Road Maintenance	1,467,342	-	963,938	242,316	(261,088)
Landfill Maintenance	986,000	59,575	-	-	(926,425)
CDBG Herman Park Sewer System	103,340	-	-	103,340	-
Other Public Works	123,897	-	46,900	63,871	(13,126)
Economic Development	81,442	-	66,000	-	(15,442)
Health & Welfare	69,187	-	-	-	(69,187)
Culture & Recreation	15,659	16,883	-	-	1,224
Total Governmental Activities	4,466,666	294,949	1,294,571	447,427	(2,429,719)
<u>Business-Type Activities:</u>					
Utility System	515,141	554,973	-	-	39,832
Total Business-Type Activities	515,141	554,973	-	-	39,832
Total	\$ 4,981,807	\$ 849,922	\$ 1,294,571	\$ 447,427	\$ (2,389,887)

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

STATEMENT OF ACTIVITIES (continued)

December 31, 2013

	Governmental Activities	Business- Type Activities	Total
Net (Expense) Revenue (Continued From Previous Page)	\$ (2,429,719)	\$ 39,832	\$ (2,389,887)
<u>General Revenues:</u>			
Taxes:			
Ad Valorem	821,547	-	821,547
Sales	1,048,580	-	1,048,580
Severance	624,428	-	624,428
Other	156,451	-	156,451
Revenue Sharing	80,082	-	80,082
Gain on Sale of Capital Assets	32,998	-	32,998
Other	186,442	3,609	190,051
Transfers	71,146	(71,146)	-
Total General Revenues and Special Item	3,021,674	(67,537)	2,954,137
Change in Net Position	591,955	(27,705)	564,250
Net Position Beginning	7,803,044	735,755	8,538,799
Net Position Ending	\$ 8,394,999	\$ 708,050	\$ 9,103,049

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

Balance Sheet

Governmental Funds - December 31, 2013

	General	Parish Road	Sanitary	Head	CDBG	Other	Total
	Fund	Maintenance	Landfill	Start	Herman Park	Governmental	Governmental
			Maintenance		Sewer	Funds	Funds
Assets							
Cash and Cash Equivalents	\$ 316,101	\$ 349,202	\$ 261,965	\$ 74,993	\$ -	\$ 679,292	\$ 1,681,553
Receivables (net)	390,066	416,153	270,987	-	103,340	305,583	1,486,129
Interfund Receivables	32,928	62,006	3,016	-	-	10,000	107,950
Total assets	\$ 739,095	\$ 827,361	\$ 535,968	\$ 74,993	\$ 103,340	\$ 994,875	\$ 3,275,632
Liabilities and Fund Balance							
Liabilities							
Accounts payable	\$ 125,801	\$ 19,528	\$ 24,323	\$ 74,993	\$ 103,340	\$ 31,096	\$ 379,081
Interfund Payables	5,000	1,176	66,857	-	-	34,917	107,950
Unearned Revenues	2,266	-	-	-	-	-	2,266
Total liabilities	133,067	20,704	91,180	74,993	103,340	66,013	489,297
Fund Balance							
Restricted for:							
Maintenance	-	806,657	444,788	-	-	642,079	1,893,524
Judicial	-	-	-	-	-	24,781	24,781
Construction	-	-	-	-	-	51,625	51,625
Committed To:							
Maintenance	-	-	-	-	-	21,677	21,677
Construction	-	-	-	-	-	88,346	88,346
Litter Abatement	-	-	-	-	-	12,139	12,139
General Purposes	-	-	-	-	-	92,402	92,402
Unassigned	606,028	-	-	-	-	(4,187)	601,841
Total Fund Balances	606,028	806,657	444,788	-	-	928,862	2,786,335
Total Liabilities and Fund Balance	\$ 739,095	\$ 827,361	\$ 535,968	\$ 74,993	\$ 103,340	\$ 994,875	\$ 3,275,632

Reconciliation of Fund Balance on the Balance Sheet for Governmental Funds to Net Position of Governmental Activities on the Statement of Net Position.		
Total Fund Balances - Governmental Funds		\$ 2,786,335
Amounts reported for governmental activities in the statement of net position are different because:		
Long term liabilities are not due and payable in the current period and therefore they are not reported in the Governmental Fund Balance Sheet		
Compensated Absences	(42,221)	
Long-Term Debt	(432,593)	(474,814)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Land	203,250	
Construction in Process	37,900	
Depreciable Assets (net)	5,842,328	6,083,478
Net Position of Governmental Activities		\$ 8,394,999

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

Statement of Revenues, Expenditures, and Changes in Fund Balance

Governmental Funds - Year Ended December 31, 2013

	General Fund	Parish Road Maintenance	Sanitary Landfill Maintenance	Head Start	CDBG Herman Park Sewer	Other Governmental Funds	Total Governmental Funds
Revenues:							
Taxes:							
Ad Valorem	\$ 194,116	\$ 360,277	\$ -	\$ -	\$ -	\$ 267,134	\$ 821,547
Sales	-	-	1,048,580	-	-	-	1,048,580
Other	68,577	-	-	-	-	87,874	156,451
Federal Funds	102,327	563,832	-	-	103,340	375,241	1,144,740
State Funds:							
Parish Transportation Funds	-	321,842	-	-	-	-	321,842
State Revenue Sharing	20,063	37,182	-	-	-	22,835	80,082
Severance Taxes	624,428	-	-	-	-	-	624,428
Other State Funds	75,917	78,264	-	-	-	34,963	189,144
Local Funds	90,140	-	-	-	-	78,332	168,472
Fees and Charges for Service	11,726	-	59,575	-	-	-	71,301
Fines and Forfeitures	29,662	-	-	-	-	188,829	218,491
Rental of Properties	15,420	37,989	1,400	-	-	-	54,809
Other	36,338	35,285	26,663	-	-	2,992	101,278
Total Revenues	1,268,716	1,434,671	1,136,218	-	103,340	1,058,220	5,001,163
Expenditures:							
Current:							
General Government							
Legislative	211,784	-	-	-	-	-	211,784
Judicial	321,619	-	-	-	-	249,816	571,435
Finance & Administrative	272,745	-	-	-	-	-	272,745
Other General Government	98,105	-	-	-	-	129,284	227,389
Public Safety	289,984	-	-	-	-	-	289,984
Public Works							
Road Maintenance	-	1,277,078	-	-	-	-	1,277,078
Landfill Maintenance	-	-	907,762	-	-	-	907,762
Other Public Works	63,943	-	-	-	103,340	94,917	262,200
Health & Welfare	-	-	-	-	-	51,553	51,553
Culture & Recreation	15,659	-	-	-	-	-	15,659
Economic Development	-	-	-	-	-	81,442	81,442
Capital Expenditures	-	67,644	209,844	-	-	349,653	627,143
Debt Service	-	26,514	53,148	-	-	-	79,662
Total Expenditures	1,273,839	1,371,236	1,170,754	-	103,340	956,667	4,875,836
Excess (Deficiency) of							
Revenues Over Expenditures	(5,123)	63,435	(34,536)	-	-	101,553	125,329
Other Financing Sources (Uses):							
Debt Issued	-	-	208,844	-	-	-	208,844
Sale of Assets	-	32,998	-	-	-	-	32,998
Operating Transfers In	40,000	-	-	-	-	190,363	230,363
Operating Transfers Out	(119,217)	-	-	-	-	(40,000)	(159,217)
Total other financing sources (uses)	(79,217)	32,998	208,844	-	-	150,363	312,988
Net Change in Fund Balance	(84,340)	96,433	174,308	-	-	251,916	438,317
Fund Balance (Deficit) - Beginning	690,368	710,224	270,480	-	-	676,946	2,348,018
Fund Balance (Deficit) - Ending	\$ 606,028	\$ 806,657	\$ 444,788	\$ -	\$ -	\$ 928,862	\$ 2,786,335

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities

Year Ended December 31, 2013

Net change in fund balances of Governmental Funds \$ 438,317

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in the Governmental Funds as expenditures; however, in the Government-Wide Statement of Activities, the cost is reported as an asset and allocated over estimated useful lives as depreciation expense. Amounts reported as capital expenditures and depreciation expense are provided as follows:

Capital expenditures reported by the Governmental Funds	627,144	
Depreciation expense reported on a government-wide basis	<u>(335,484)</u>	291,660

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures by governmental funds. (172)

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. The amount by which debt proceeds (\$208,844) exceeded principal payments (\$70,994). (137,850)

Change in net position of governmental activities \$ 591,955

Grant Parish Police Jury

Statement of Net Position

Proprietary Funds - December 31, 2013

	Business-Type Activities
	Utility System
<u>ASSETS:</u>	
Current Assets:	
Cash and cash equivalents	\$ 363,999
Receivables (net)	<u>105,407</u>
Total current assets	469,406
 Depreciable capital assets, net	 <u>357,194</u>
 Total assets	 <u>826,600</u>
<u>LIABILITIES:</u>	
Current Assets:	
Accounts and other payables	33,092
Compensated absences	9,025
Deposits due others	<u>76,433</u>
 Total liabilities	 <u>118,550</u>
<u>NET POSITION:</u>	
Invested in capital assets, net of related debt	357,194
Unrestricted	<u>350,856</u>
 Total net position	 <u>\$ 708,050</u>

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

Statement of Revenues, Expenses and Changes in Fund Net Position **Proprietary Funds - December 31, 2013**

	<u>Business-Type Activities</u>
	<u>Utility System</u>
<u>Operating Revenues:</u>	
Service Fees	\$ 550,284
Other	4,689
Total Operating Revenues	<u>554,973</u>
<u>Operating Expenses:</u>	
Purchases of Natural Gas	136,642
Salaries	135,782
Employee Benefits & Payroll Taxes	83,006
Legal and Professional	28,561
Insurance	245
Depreciation	36,473
Repairs & Maintenance - Distribution System	37,876
Equipment Maintenance and Rental	25,537
Telephone & Utilities	10,477
Office Supplies and Expense	11,719
Other	8,823
Total Operating Expenses	<u>515,141</u>
Operating Income (Loss)	39,832
<u>Nonoperating Revenues (Expenses):</u>	
Interest Revenue	<u>3,609</u>
Change in net position before Transfers	43,441
Operating Transfers Out	<u>(71,146)</u>
Change in net position	(27,705)
Total net position - beginning	<u>735,755</u>
Total net position - ending	<u>\$ 708,050</u>

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

Statement of Cash Flows

Proprietary Funds - Year Ended December 31, 2013

	Business-Type Activities
	Utility System
<u>Cash flow from operating activities:</u>	
Cash received from customers	\$ 534,724
Cash payments to suppliers of goods and services	(343,576)
Cash payments to employees for services	(134,132)
Net cash provided (used) by operating activities	<u>57,016</u>
<u>Cash flows from noncapital financing activities:</u>	
Transfer (to) from other funds	(71,146)
Advances to other funds	(2,075)
Net cash provided (used) by non-capital financing activities	<u>(73,221)</u>
<u>Cash flows from capital and related financing activities:</u>	
Acquisition of capital assets	(4,292)
Net cash provided (used) by capital and related financing activities	<u>(4,292)</u>
<u>Cash flows from investing activities:</u>	
Interest and other income	3,609
Net cash provided (used) by investing activities	<u>3,609</u>
Net increase (decrease) in cash	(16,888)
Beginning cash balance	380,887
Ending cash balance	<u>\$ 363,999</u>
<u>Reconciliation of operating income (loss) to net cash</u>	
Operating income (loss)	\$ 39,832
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	36,473
(Increase) decrease in accounts receivable	(19,833)
(Decrease) increase in accounts and other payables	(690)
(Decrease) increase in compensated absences	1,650
(Decrease) increase in meter deposits	(416)
Net cash provided (used) by operating activities	<u>\$ 57,016</u>

Supplemental disclosures of cash flow information:

During the year ended December 31, 2013, there were no investing, capital, or financing activities that did not result in cash receipts or payments.

The accompanying notes are an integral part of the financial statements.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

NOTE 1 – INTRODUCTION AND SIGNIFICANT ACCOUNTING POLICIES:

The Grant Parish Police Jury is the governing authority for Grant Parish and is a political subdivision of the State of Louisiana. The Police Jury is governed by eight jurors representing the various districts within the parish. The jurors serve four-year terms which expire on January 1, 2016.

State Law gives the Police Jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of these are the powers to pass regulations affecting parish government; to regulate the construction and maintenance of roads, bridges, and drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged and unemployed in the parish. Funding to accomplish these tasks is provided primarily by ad valorem taxes, sales and use taxes, state revenue sharing, various state and federal grants, and interest earnings.

Reporting Entity

As the governing authority of the parish, for reporting purposes, the Grant Parish Police Jury is the financial reporting entity for Grant Parish. The financial reporting entity consists of (a) the primary government (Police Jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based on these criteria, the Police Jury has determined that the following component units are part of the Grant Parish Police Jury reporting entity:

Constables - Districts A, B, C, D, E	Gas Utility District
Justices of the Peace – Districts A, B, C, D, E	Recreation District No. 2
Fire Protection Districts 1, 4, 5, 6, 7	Sewer District No. 1
Ward Seven Hospital District	Grant Parish Coroner
Ward One Hospital District	Grant Parish Library
Health Unit	

Considered in the determination of component units of the reporting entity was the Grant Parish School Board, Sheriff's Office, Tax Assessor, Clerk of Court, District Attorney, Judges for the Thirty-Fifth Judicial District, and various municipalities in the parish. It was determined that these governmental entities are not component units of the Grant Parish reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Grant Parish Police Jury.

The accompanying financial statements are not intended to present financial position, results of operation and proprietary fund cash flows for the reporting entity as a whole. Data of component units that are financially accountable to the Police Jury has been excluded from the financial statements. Due to the absence of component unit data, the financial statements do not address the entire reporting entity.

The accompanying financial statements present data that is limited to the primary government. All funds, organizations, institutions, agencies, departments, and offices that are managed by the Grant Parish Police Jury are included in the primary government. The organizations above that are considered part of the primary government include Ward One Hospital District, the Health Unit, and the Gas Utility District. The Ward One Hospital District is reported in the financial statements as a special revenue fund and a capital projects fund as the medical clinic

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

Basic Financial Statements

The basic financial statements include both government-wide and fund financial statements. Both government-wide and fund financial statements categorize activities as either governmental activities or business-type activities, which are described as follows:

- Governmental activities involve government services that are normally supported by taxes and intergovernmental revenues.
- Business-type activities rely on fees and charges for support and operate in a manner similar to private sector enterprises.

The government-wide and fund financial statements present the Parish's financial position and results of operations from differing perspectives which are described as follows:

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the Parish as a whole. The effect of most interfund activity is eliminated from these financial statements. Furthermore, government-wide financial statements exclude any fiduciary activities that may be reported in the fund financial statements.

Program revenues reported in the Statement of Activities consist of amounts that are directly associated with a governmental service or business-type activity. Program revenues include charges for services, contributions associated with a particular function and most grants.

Fund Financial Statements

Funds are separate accounting entities that are designed to assist with demonstrating legal compliance and segregating transactions by activity. Separate financial statements are provided for governmental funds and business-type (enterprise) funds. In addition, separate financial statements are presented for any fiduciary activities. Major individual funds are reported as separate columns in the fund financial statements. The Parish's major funds are described as follows:

Major Governmental Funds

General Fund – The general fund is the primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Parish Road Maintenance – The road fund is a special revenue fund used to account for the proceeds of funds received dedicated to the repair and maintenance of parish roads.

Sanitary Landfill Fund – The landfill fund is a special revenue fund used to account for the proceeds dedicated to the pick up and disposal of garbage within the Parish boundaries.

Head Start Fund – This fund is used to account for funds remaining from the Head Start Program when the program was operated by the Parish.

CDBG Herman Park Sewer – This is a capital projects fund used to account for the funds of a grant to assist the Parish in building a sewerage system.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

Major Business-Type Funds

Utility System – The utility fund is used to account for the operation of the Parish's natural gas system, which is supported by user charges.

Business-Type funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with the funds ongoing operations. Principal operating revenues are charges to customers for natural gas.

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for various financial statement presentations are described as follows:

<u>Financial Statement Presentation</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Government-Wide Financial Statements	Accrual Basis	Economic Resources
Fund Financial Statements:		
Governmental Funds	Modified Accrual Basis	Current Financial Resources
Proprietary Funds	Accrual Basis	Economic Resources

Under the accrual basis of accounting and the economic resources measurement focus, revenues are recorded when earned and expenses are recorded when a liability is incurred.

Under the modified accrual basis of accounting and the current financial resources measurement focus revenue is recognized when it is considered measurable and available. Revenue is considered available if it is collected within 60 days of year-end. In addition, expenses are generally recorded when a liability has been incurred; however, debt service, compensated absences, claims and judgments are recorded as expenses when payment is made. Furthermore, when the current financial resources measurement focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure of funds. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt are reported as an other financing source and repayment of long-term debt is reported as an expenditure of funds.

Nonexchange transactions, in which the Police Jury receives value without directly giving equal value in return, include property taxes, sales taxes, and grants. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from sales taxes is recognized in the period in which the sales are made. Revenue from grants is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Parish must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Police Jury on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Restricted Assets

Any amounts reported as restricted assets, represent resources that must be expended in a specific manner. Restrictions of this nature can be imposed by tax propositions and various contractual obligations including grant agreements and bond covenants. Whenever restricted assets can be used to satisfy an obligation, the restricted assets are typically consumed before utilizing any unrestricted resources.

Budget Practices

Budgets, including any amendments, are prepared in the manner prescribed by Louisiana revised statutes. Police Jury budgets present revenue and expenditures on a basis which is consistent with generally accepted accounting principles. Budgets are adopted annually for the general fund and each special revenue fund. Furthermore, the budgets are amended as necessary in the manner prescribed by Louisiana revised statutes. The remaining funds are not required to adopt budgets.

Capital Assets

Capital assets, which include property, equipment, and infrastructure, are reported as assets in the applicable governmental or business-type columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Assets reported in the fund financial statements for governmental funds exclude capital assets. Instead, the governmental funds report the acquisition of capital assets as expenditures rather than asset acquisitions.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value when received by the Police Jury.

Capital assets are depreciated using the straight-line method and estimated useful lives ranging from 4 to 50 years. Useful lives are selected depending on the expected durability of the particular asset.

Cash and Cash Equivalents

Amounts reported as cash and cash equivalents (restricted and unrestricted) include all cash on hand, cash in bank accounts, certificates of deposit, and highly liquid investments. Credit risk associated with bank deposits is limited by requiring fiscal agent banks to pledge securities as required by State Law. Furthermore, interest rate risk associated with certificates of deposit is typically mitigated by purchasing instruments that mature in one year or less.

Internal Activity

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without expectation of repayment, the transaction is reported as a transfer. Transfers are treated as a source of income by the recipient and as an expense or expenditure by the provider. If repayment is eventually expected to occur, interfund receivables and payables are recorded.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

In preparing the government-wide financial statements, transfers are eliminated to present net transfers for governmental activities and business-type activities. In addition, interfund receivables and payables are eliminated to present a net internal balance for each type of activity.

Compensated Absences

Full time and regular part-time employees earn vacation at rates that vary depending on length of service. Unused vacation that employees are allowed to carryforward is reported as long-term debt. Amounts attributable to the utility fund are reported as an expense during the year when leave is earned. Amounts attributable to governmental funds are reported as expenditures when the unused vacation is actually liquidated.

Statement of Cash Flows

For the purpose of reporting cash flows, cash and cash equivalents includes all cash on hand, cash in banks, and certificates of deposit.

Fund Balance Classification

Approval of the majority of the Police Jury is required to approve the commitment of fund balances. In situations where it is permissible to spend restricted or committed resources, the Police Jury typically depletes the available restricted or committed resources before consuming unrestricted resources.

NOTE 2 – TAXES:

Ad Valorem Taxes

Ad valorem taxes are assessed by the Grant Parish Assessor and collected for the Police Jury by the Grant Parish Sheriff's Office. The following is a summary of adjusted authorized and levied ad valorem tax millage:

	<u>Adjusted Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
General Alimony	4.49	4.49	None
Parish Road Maintenance	8.32	8.32	2017
Courthouse and Jail Maintenance	3.11	3.11	2017
Hospital Service District No. 1	2.31	2.31	2022
Health Unit Maintenance	2.00	2.00	2017

Sales and Use Tax

On September 29, 1984, voters of the parish approved a one per cent sales and use tax with no expiration date, which is dedicated to paying the cost of constructing, acquiring, improving, maintaining, and operating solid waste collection and disposal facilities for the parish, including the cost of enforcing litter laws and the payment of the cost of closing garbage dumps owned or operated by the parish at the time the sales and use tax proposition was passed. In addition, proceeds from the sales and use tax can be used to fund bonds to pay related capital costs. Sales taxes are collected on behalf of the Policy Jury by the Grant Parish Sheriff's Office.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

NOTE 3 - CASH AND CASH EQUIVALENTS:

Deposits are stated at cost, which approximates market value. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At December 31, 2013, the Police Jury has \$2,107,340 in deposits (collected bank balance). These deposits are secured from risk by \$508,455 of federal deposit insurance and \$2,267,625 of pledged securities held by the custodial bank in the name of the fiscal agent bank. State law imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 4 - RECEIVABLES:

The following is a summary of receivables at December 31, 2013:

	Governmental Activities	Business- Type Activities	Total
<u>Accounts Receivable</u>			
Utility Accounts	\$ —	\$ 105,407	\$ 105,407
Other	24,523	—	24,523
Total Accounts Receivable	24,523	105,407	129,930
<u>Due From Other Governmental Units</u>			
Ad Valorem Taxes	803,673	—	803,673
Sales Taxes	270,987	—	270,987
Federal Funds	8,666	—	8,666
State of Louisiana	363,136	—	363,136
Other	15,144	—	15,144
Total Due From Other Governments	1,461,606	—	1,461,606
Total Receivables	\$ 1,486,129	\$ 105,407	\$ 1,591,536

Management considers the amounts listed above to be fully collectible. There is no allowance for doubtful accounts.

NOTE 5 - INTERFUND BALANCES:

In the ordinary course of business, advances are made to various funds in order to provide needed resources on a temporary basis. Balances resulting from transactions of this nature are summarized as follows:

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

<u>Governmental Activities</u>	<u>Receivable</u>	<u>(Payable)</u>	<u>Net</u>
General	\$ 32,928	\$ (5,000)	\$ 27,928
Road Fund	62,006	(1,176)	60,830
Landfill	3,016	(66,857)	(63,841)
Non-major Funds	10,000	(34,917)	(24,917)
Total Governmental Activities	107,950	(107,950)	---

NOTE 6 – TRANSFERS:

In the ordinary course of business, the Parish routinely transfers resources between its funds for various reasons. A description of the transfers and the purpose for the transfers is presented as follows:

	<u>Governmental Activities</u>		
	<u>General Fund</u>	<u>Non-Major</u>	<u>Total</u>
<u>Transfers In</u>			
Transfer of unrestricted resources to help cover expenses.	\$ 40,000	\$ —	\$ 40,000
Transfer of resources by the general fund to cover necessary expenses.	---	19,217	19,217
Transfer of matching funds	---	171,146	171,146
Total Transfers In	40,000	190,363	230,363
<u>Transfers Out</u>			
Transfer of resources to the general fund to help cover expenses.	---	40,000	40,000
Transfer of resources from the general fund to cover necessary expenses.	19,217	---	19,217
Transfer of matching funds from the general fund.	100,000	---	100,000
Total Transfers Out	119,217	40,000	159,217
<u>Net Transfers</u>	<u>\$ (79,217)</u>	<u>\$ (150,363)</u>	<u>\$ 71,146</u>

The business type activities transferred \$71,146 to the CNG fund.

NOTE 7 – LONG-TERM LIABILITIES:

Debt attributable to the Police Jury's governmental and business-type activities is summarized as follows:

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

	Governmental Activities	Business- Type Activities	Total
Capital Leases Payable	\$ 432,593	\$ —	\$ 432,593
Compensated Absences	42,221	9,025	51,246
Total Long-term Debt	<u>\$ 474,814</u>	<u>\$ 9,025</u>	<u>\$ 483,839</u>

Changes in the Parish's long-term debt for the year ended December 31, 2013, are presented as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
<u>Governmental Activities</u>				
Capital Leases Payable	\$ 294,743	\$ 208,844	\$ 70,994	\$ 432,593
Compensated Absences	42,049	172	—	42,221
Total	<u>336,792</u>	<u>209,016</u>	<u>70,994</u>	<u>474,814</u>
<u>Business-Type Activities</u>				
Compensated Absences	7,375	1,650	—	9,025
Total Long-term Debts	<u>\$ 344,167</u>	<u>\$ 210,666</u>	<u>\$ 70,994</u>	<u>\$ 483,839</u>

Capital Leases Payable

The Police Jury has acquired equipment by entering into an installment purchase agreement. Installment purchase obligations outstanding at December 31, 2013 are described as follows:

Capital lease purchase agreement dated September 7, 2012 executed in exchange for a garbage truck, with an original balance of \$198,469, bearing interest of 2.34%, payable in 72 monthly installments of \$2,957.	\$ 156,427
Capital lease purchase agreement dated October 3, 2012 executed in exchange for a dump truck, with an original balance of \$105,250, bearing interest of 3.320%, payable in 60 monthly installments of \$1,906.	80,551
Capital lease purchase agreement dated August 8, 2013 executed in exchange for a garbage truck, with an original balance of \$208,844, bearing interest at a rate of 2.17%, payable in 60 monthly installments of \$3,676.	<u>195,615</u>
Total	432,593
Due within one year	<u>92,877</u>
Due in more than one year	<u>\$ 339,716</u>

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

A schedule of maturities for the note is presented as follows:

<u>Year Ended December 31st</u>	
2014	\$ 102,474
2015	102,474
2016	102,474
2017	96,758
2018	53,068
Total minimum lease payments	457,248
Amounts representing interest	24,655
Present value of future minimum lease payments	<u>\$ 432,593</u>

Compensated Absences

Compensated absences refer to the Policy Jury's obligation to provide vested accrued leave benefits that have been earned by its employees. These liabilities are typically liquidated by the fund responsible for providing the employees compensation.

NOTE 8 - PENSION PLAN:

Substantially all employees not covered by other plans are members of the Parochial Employees Retirement System of Louisiana (System), a multiple-employer (cost sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and separate benefit provisions. All of the Police Jury's participating employees are members of Plan A.

All permanent employees working at least 28 hours per week and who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service, are entitled to a retirement benefit, payable monthly for life, equal to three per cent of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one per cent of the final-average salary, plus \$24 for each year of supplemental plan only service earned prior to January 1, 1980, plus three per cent of final average salary for each year of service credited after the revision date. Final-average salary is the employees' average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and who do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information on the System. This report may be obtained by contacting the Parochial Employee's Retirement System at Post Office Box 14619, Baton Rouge, Louisiana 70898-4619 or at (225) 928-1361.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

Employees are required to contribute 9.5 percent of their salaries to the System. The employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The current rate is 16.75% of annual covered payroll. The contribution requirements of the plan members and the Police Jury are established and may be amended by state statute. In addition, contributions to the System also include one-fourth of one per cent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. Contributions to the retirement system for the year ended December 31, 2013 and each of the two preceding years have been consistent with the required amounts.

NOTE 9 – OTHER POST EMPLOYMENT BENEFITS:

Details regarding other post employment benefits that the Police Jury provides for its workforce are provided as follows:

Plan Description

The Police Jury's established policies and procedures include providing certain healthcare benefits for retirees. This policy amounts to a single-employer defined benefit healthcare plan (the Plan) administered by the Police Jury. The Plan provides medical benefits through the Police Jury's group health insurance plan which covers both active and retired members. Benefits under the plan are made available to employees hired prior to January 1, 1993 upon actual retirement. The Plan does not issue a publicly available financial report. Plan participants are typically eligible for healthcare benefits when they become eligible for benefits from the Parochial Employees Retirement System of Louisiana.

Employees do not contribute to their post employment benefit costs until they become retirees and begin receiving those benefits. Until January 1, 2009, the Police Jury recognized the cost of providing post-employment medical benefits (the Police Jury's portion of the retiree medical benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. For the year ended December 31, 2013, the Police Jury's portion of health care funding cost for retired employees totaled approximately \$36,021.

Effective with the year beginning January 1, 2009, the Police Jury implemented Government Accounting Standards for Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions. Due to the limited number of current employees and retirees eligible for the Post Employment Benefits, the Police Jury has determined that the Annual Required Contribution approximates premiums paid for retirees. Therefore, no post employment obligation has been recorded.

NOTE 10 – CAPITAL ASSETS:

Changes in governmental and business-type capital assets are presented as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
Non Depreciable Capital Assets				
Construction in Process	\$ 196,164	\$ 37,900	\$ (196,164)	\$ 37,900
Land	202,250	1,000	—	203,250
Total	<u>398,414</u>	<u>38,900</u>	<u>(196,164)</u>	<u>241,150</u>

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

	Beginning Balance	Additions	Disposals	Ending Balance
Depreciable Capital Assets				
Buildings and Improvements	2,641,293	—	—	2,641,293
Furniture, Fixtures and Equipment	2,360,030	345,929	(130,513)	2,575,446
Infrastructure	4,013,990	438,478	—	4,452,468
Solid Waste Station	209,647	—	—	209,647
Accumulated Depreciation	(3,831,555)	(335,484)	130,513	(4,036,526)
Total	5,393,405	448,923	—	5,842,328
Total Governmental Activities	\$ 5,791,819	\$ 487,823	\$ (196,164)	\$ 6,083,478

Business-Type Activities

Depreciable Capital Assets				
Distribution System	\$ 1,245,902	\$ —	\$ —	\$ 1,245,902
Buildings	7,878	—	—	7,878
Equipment	228,865	4,293	—	233,158
Accumulated Depreciation	(1,093,271)	(36,473)	—	(1,129,744)
Total Business-Type Activities	\$ 389,374	\$ (32,180)	\$ —	\$ 357,194

Depreciation expense charged to various functions presented on the statement of activities is presented as follows:

	Governmental Activities	Business- Type Activities	Total
Public Safety	\$ 23,003	\$ —	\$ 23,003
Road Fund	184,473	—	184,473
Landfill Fund	72,567	—	72,567
Other General Government	27,865	—	27,865
Finance & Administration	5,377	—	5,377
Health & Welfare	22,199	—	22,199
Utility System	—	36,473	36,473
Total Depreciation Expense	\$ 335,484	\$ 36,473	\$ 371,957

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

NOTE 11 – ACCOUNTS AND OTHER PAYABLES:

Details related to amounts reported as accounts and other payables are provided as follows:

	<u>Payable to Vendors</u>	<u>Payroll Liabilities</u>	<u>Total Payables</u>
<u>Governmental Activities</u>			
General Fund	\$ 98,876	\$ 26,925	\$ 125,801
Road Fund	19,528	---	19,528
Landfill Fund	24,323	---	24,323
Head Start	74,993	---	74,993
Herman Park Sewer	103,340	---	103,340
Non-Major Funds	31,096	---	31,096
Total Governmental Activities	<u>\$ 352,156</u>	<u>\$ 26,925</u>	<u>\$ 379,081</u>
<u>Business-Type Activities</u>			
Utility System	<u>\$ 33,092</u>	<u>\$ ---</u>	<u>\$ 33,092</u>

NOTE 12 - CONTINGENCIES:

Existing conditions that may have financial consequences in the future are referred to as contingencies. Contingencies existing at December 31, 2013, are described as follows:

Unemployment Claims

The Police Jury managed the local Head Start Program until December 31, 2006 when the program was transferred to a successor. In connection with the Police Jury's tenure as the Head Start sponsor, the Department of Labor is seeking to collect \$166,870 in unemployment claims, plus any accrued interest and penalties. At the present time, the Police Jury has \$74,993 in remaining Head Start Funds that are available to pay unemployment claims. At the present time, outstanding claims exceed available resources by \$91,877. Management is currently seeking resolution that will provide funds from the successor or its funding source to resolve the remaining claims.

Litigation

As the governing authority for Grant Parish, the Police Jury has numerous responsibilities. These responsibilities include maintaining roads and other public facilities as well as disposing of solid waste on a Parishwide basis. Due to the extensive nature of the Police Jury's responsibilities, it is sometimes the target of litigation.

A variety of lawsuits involving the Police Jury are currently pending; however, due to an absence of recent activity, at least some of these cases appear to be dormant. An estimate of potential losses from litigation is not currently available and no provision for losses of this nature is included in the accompanying financial statements. In addition, there is no general liability insurance to offset judgments that might arise from lawsuits currently pending.

Grant Parish Police Jury

Notes to Financial Statements

December 31, 2013

Judgments Payable

At December 31, 2013, five judgments totaling \$770,320 have been rendered against the Police Jury. These judgments are final and irreversible. Judgments payable do not include deposition costs, expert witness fees, court costs or legal interest from date of judicial demand, which were also assessed.

The Police Jury did not have general liability insurance to cover the amounts of judgments awarded to plaintiffs in lawsuits brought against the Police Jury. Consequently, the \$770,320 in judgments payable at December 31, 2013, plus all related costs and interest from date of judicial demand are the Police Jury's sole responsibility. However, since the beneficiaries of the judgments cannot require the Police Jury to appropriate funds to pay the judgments, no liability has been accrued in connection with the judgments.

NOTE 13 - RISK MANAGEMENT:

The Police Jury is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Police Jury has not maintained general liability coverage to insure against torts. Judgments resulting from these uninsured risks are disclosed when it is probable that a loss has occurred and the amount can be reasonably estimated. Judgments currently payable attributable to the uninsured risk totaled \$770,320.

The Police Jury insures against the remaining risks by participation in public entity risk pools that operate as common insurance programs and by purchasing commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 14 - LEASES

During the year ended December 31, 2013, the Parish had five ongoing operating leases necessary for the maintenance of the Parish road system. These leases have monthly payments ranging from of \$1,494 to \$1,577. The lease terms are typically 60 months ending during 2016 or 2017. Each unit may be purchased for the fair market value of the unit at the end of the lease term. The future minimum lease payments are as follows:

<u>Year Ended December 31st</u>	<u>Future minimum lease payments</u>
2014	\$ 93,612
2015	93,612
2016	90,626
2017	31,540
Total	<u>\$ 309,390</u>

For the year ended December 31, 2013, rental expenditures for equipment totaled \$109,097.

NOTE 15 - DEFICIT FUND BALANCE

The criminal court fund is the only nonmajor special revenue fund with a significant deficit fund balance. If the deficit cannot be eliminated through future operations, the general fund will appropriate resources necessary to alleviate the deficit.

Grant Parish Police Jury

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual - Year Ended December 31, 2013

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues:				
Taxes:				
Ad Valorem	\$ 175,000	\$ 172,038	\$ 194,116	\$ 22,078
Other	55,000	65,646	68,577	2,931
Federal Funds	300,000	148,369	102,327	(46,042)
State Funds:				
State Revenue Sharing	20,000	20,430	20,065	(365)
Severance Taxes	500,000	625,967	624,428	(1,539)
Other State Funds	55,000	-	75,917	75,917
Local Funds	76,000	74,504	90,140	15,636
Fees and Charges for Service	-	10,000	11,726	1,726
Fines and Forfeitures	40,000	40,770	29,662	(11,108)
Rental of Properties	17,000	12,825	15,420	2,595
Other	30,000	44,016	36,338	(7,678)
Total Revenues	1,268,000	1,214,565	1,268,716	54,151
Expenditures:				
Current:				
General Government				
Legislative	210,000	222,232	211,784	10,448
Judicial	350,000	330,684	321,619	9,065
Finance & Administrative	250,000	309,045	272,745	36,300
Other General Government	80,000	82,758	98,105	(15,347)
Public Safety	400,000	289,416	289,984	(568)
Culture & Recreation	20,000	16,439	15,659	780
Economic Development Assistance	20,000	18,640	-	18,640
Other Public Works	-	-	63,943	(63,943)
Capital Expenditures	-	-	-	-
Total Expenditures	1,330,000	1,269,214	1,273,839	(4,625)
Excess (Deficiency) of Revenues Over Expenditures	(62,000)	(54,649)	(5,123)	49,526
Other Financing Sources (Uses):				
Operating Transfers In	80,000	65,989	40,000	(25,989)
Operating Transfers Out	(20,000)	(164,001)	(119,217)	44,784
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(2,000)	(152,661)	(84,340)	68,321
Fund Balance (Deficit) - Beginning of Year	889,208	690,368	690,368	-
Fund Balance (Deficit) - End of Year	\$ 887,208	\$ 537,707	\$ 606,028	\$ 68,321

Grant Parish Police Jury

Major Special Revenue Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Year Ended December 31, 2013

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<u>ROAD FUND:</u>				
Revenues and Other Sources	\$ 1,135,500	\$ 1,484,474	\$ 1,467,669	\$ (16,805)
Expenditures and Other Uses	<u>1,089,000</u>	<u>1,609,179</u>	<u>1,371,236</u>	<u>237,943</u>
Excess (Deficiency) of Revenues Over Expenditures	46,500	(124,705)	96,433	221,138
Fund Balance (Deficit) - Beginning of Year	<u>575,998</u>	<u>710,224</u>	<u>710,224</u>	<u>-</u>
Fund Balance (Deficit) - End of Year	<u>\$ 622,498</u>	<u>\$ 585,519</u>	<u>\$ 806,657</u>	<u>\$ 221,138</u>
<u>LANDFILL FUND:</u>				
Revenues and Other Sources	\$ 1,005,000	\$ 1,321,093	\$ 1,345,062	\$ 23,969
Expenditures and Other Uses	<u>1,010,400</u>	<u>1,232,473</u>	<u>1,170,754</u>	<u>61,719</u>
Excess (Deficiency) of Revenues Over Expenditures	(5,400)	88,620	174,308	85,688
Fund Balance (Deficit) - Beginning of Year	<u>317,199</u>	<u>270,480</u>	<u>270,480</u>	<u>-</u>
Fund Balance (Deficit) - End of Year	<u>\$ 311,799</u>	<u>\$ 359,100</u>	<u>\$ 444,788</u>	<u>\$ 85,688</u>

Grant Parish Police Jury

***Combining Balance Sheet
Non Major Governmental Funds
December 31, 2013***

	Maintenance Funds	Capital Projects Funds	Litter Fines	Criminal Court	Insurance Premium Tax	Supoena Witness	Aloha Rigolette	Total Non Major Funds
Assets								
Cash and Cash Equivalents	\$ 387,878	\$ 145,212	\$ 12,609	\$ 5,857	\$ 92,402	\$ 24,457	\$ 10,877	\$ 679,292
Receivables (net)	274,792	12,166	-	11,951	-	874	5,800	305,583
Interfund Receivables	5,000	-	-	-	-	-	5,000	10,000
Total assets	\$ 667,670	\$ 157,378	\$ 12,609	\$ 17,808	\$ 92,402	\$ 25,331	\$ 21,677	\$ 994,875
Liabilities and Fund Balance								
Liabilities								
Accounts payable	\$ 10,775	\$ 12,407	\$ 470	\$ 6,894	\$ -	\$ 550	\$ -	\$ 31,096
Interfund Payables	14,816	5,098	-	15,003	-	-	-	34,917
Total Liabilities	25,591	17,505	470	21,897	-	550	-	66,013
Fund Balance								
Restricted for:								
Maintenance	642,079	-	-	-	-	-	-	642,079
Judicial	-	-	-	-	-	24,781	-	24,781
Construction	-	51,625	-	-	-	-	-	51,625
Committed to:								
Maintenance	-	-	-	-	-	-	21,677	21,677
Construction	-	88,346	-	-	-	-	-	88,346
Litter Abatement	-	-	12,139	-	-	-	-	12,139
General Purposes	-	-	-	-	92,402	-	-	92,402
Unassigned	-	(98)	-	(4,089)	-	-	-	(4,187)
Total Fund Balances	642,079	139,873	12,139	(4,089)	92,402	24,781	21,677	928,862
Total Liabilities and Fund Balance	\$ 667,670	\$ 157,378	\$ 12,609	\$ 17,808	\$ 92,402	\$ 25,331	\$ 21,677	\$ 994,875

Grant Parish Police Jury

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance **Non Major Governmental Funds - Year Ended December 31, 2013**

	Maintenance Funds	Capital Projects Funds	Litter Fines	Criminal Court	Insurance Premium Tax	Supoena Witness	Aloha Rigolette	Other Governmental Funds
<u>Revenues:</u>								
Taxes:								
Ad Valorem	\$ 267,154	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 267,154
Other	-	-	-	-	87,874	-	-	87,874
Federal Funds	-	375,241	-	-	-	-	-	375,241
State Funds:								
State Revenue Sharing	22,835	-	-	-	-	-	-	22,835
Other State Funds	-	34,963	-	-	-	-	-	34,963
Local Funds	-	9,675	-	60,457	-	-	8,200	78,332
Fines and Forfeitures	-	-	1,060	176,845	-	10,924	-	188,829
Other	2,444	52	15	6	102	373	-	2,992
Total Revenues	292,433	419,931	1,075	237,308	87,976	11,297	8,200	1,058,220
<u>Expenditures:</u>								
Current:								
General Government	-	-	-	-	-	-	-	-
Judicial	-	-	6,014	238,141	-	5,661	-	249,816
Other General Government	129,284	-	-	-	-	-	-	129,284
Public Works	-	85,317	-	-	-	-	9,600	94,917
Health & Welfare	51,553	-	-	-	-	-	-	51,553
Economic Development	-	81,442	-	-	-	-	-	81,442
Capital Expenditures	69,439	280,216	-	-	-	-	-	349,655
Total Expenditures	250,276	446,975	6,014	238,141	-	5,661	9,600	956,667
Excess (Deficiency) of Revenues Over Expenditures	42,157	(27,044)	(4,939)	(833)	87,976	5,636	(1,400)	101,553
<u>Other Financing Sources (Uses):</u>								
Operating Transfers In	-	171,146	-	14,217	-	-	5,000	190,363
Operating Transfers Out	-	-	-	-	(40,000)	-	-	(40,000)
Total other financing sources (uses)	-	171,146	-	14,217	(40,000)	-	5,000	150,363
Net Change in Fund Balance	42,157	144,102	(4,939)	13,384	47,976	5,636	3,600	251,916
Fund Balance (Deficit) - Beginning of Year	599,922	(4,229)	17,078	(17,473)	44,426	19,145	18,077	676,946
Fund Balance (Deficit) - End of Year	\$ 642,079	\$ 139,873	\$ 12,139	\$ (4,089)	\$ 92,402	\$ 24,781	\$ 21,677	\$ 928,862

Grant Parish Police Jury

Combining Balance Sheet Non Major Maintenance Funds December 31, 2013

	<u>Health Unit Maintenance</u>	<u>Courthouse and Jail Maintenance</u>	<u>Medical Clinic Maintenance</u>	<u>Total Maintenance Funds</u>
Assets				
Cash and Cash Equivalents	\$ 193,025	\$ 93,322	\$ 101,531	\$ 387,878
Receivables (net)	90,840	141,259	42,693	274,792
Interfund Receivables	-	5,000	-	5,000
Total assets	<u>\$ 283,865</u>	<u>\$ 239,581</u>	<u>\$ 144,224</u>	<u>\$ 667,670</u>
Liabilities and Fund Balance				
<u>Liabilities</u>				
Accounts payable	\$ 1,305	\$ 8,390	\$ 1,080	\$ 10,775
Interfund Payables	7,657	7,159	-	14,816
Total liabilities	<u>8,962</u>	<u>15,549</u>	<u>1,080</u>	<u>25,591</u>
<u>Fund Balance</u>				
Restricted for:				
Maintenance	274,903	224,032	143,144	642,079
Total Fund Balances	<u>274,903</u>	<u>224,032</u>	<u>143,144</u>	<u>642,079</u>
Total Liabilities and Fund Balance	<u>\$ 283,865</u>	<u>\$ 239,581</u>	<u>\$ 144,224</u>	<u>\$ 667,670</u>

Grant Parish Police Jury

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance Non Major Maintenance Funds - Year Ended December 31, 2013

	Health Unit Maintenance	Courthouse and Jail Maintenance	Medical Clinic Maintenance	Total Maintenance Funds
<u>Revenues:</u>				
Taxes:				
Ad Valorem	\$ 86,497	\$ 135,094	\$ 45,563	\$ 267,154
State Funds:				
State Revenue Sharing	8,937	13,898	-	22,835
Other:	1,263	1,072	109	2,444
Total Revenues	<u>96,697</u>	<u>150,064</u>	<u>45,672</u>	<u>292,433</u>
<u>Expenditures:</u>				
Current:				
General Government				
Other General Government	-	129,284	-	129,284
Health & Welfare	33,633	-	17,920	51,553
Capital Expenditures	69,439	-	-	69,439
Total Expenditures	<u>103,072</u>	<u>129,284</u>	<u>17,920</u>	<u>250,276</u>
Excess (Deficiency) of				
Revenues Over Expenditures	(6,375)	20,780	27,752	42,157
Fund Balance (Deficit) -				
Beginning of Year	<u>281,278</u>	<u>203,252</u>	<u>115,392</u>	<u>599,922</u>
Fund Balance (Deficit) -				
End of Year	<u>\$ 274,903</u>	<u>\$ 224,032</u>	<u>\$ 143,144</u>	<u>\$ 642,079</u>

Grant Parish Police Jury

Combining Balance Sheet

Non Major Capital Projects Funds

December 31, 2013

	<u>Medical Clinic</u>	<u>LCDBG Master Plan</u>	<u>LCDBG Old Bank Building</u>	<u>FEMA Bayou Darrow</u>	<u>CDBG Fletcher Loop</u>	<u>South Grant Sewer</u>	<u>CNG Station</u>	<u>Total Capital Projects Funds</u>
Assets								
Cash and Cash Equivalents	\$ 51,625	\$ 154	\$ 4,479	\$ -	\$ 424	\$ 88,346	\$ 184	\$ 145,212
Receivables (net)	-	-	8,666	-	3,500	-	-	12,166
Total assets	\$ 51,625	\$ 154	\$ 13,145	\$ -	\$ 3,924	\$ 88,346	\$ 184	\$ 157,378
Liabilities and Fund Balance								
<u>Liabilities</u>								
Accounts payable	\$ -	\$ 154	\$ 8,145	\$ -	\$ 3,924	\$ -	\$ 184	\$ 12,407
Interfund Payables	-	-	5,098	-	-	-	-	5,098
Total liabilities	-	154	13,243	-	3,924	-	184	17,505
<u>Fund Balance</u>								
Restricted for Construction	51,625	-	-	-	-	-	-	51,625
Committed to Construction	-	-	-	-	-	88,346	-	88,346
Unassigned	-	-	(98)	-	-	-	-	(98)
Total Fund Balances	51,625	-	(98)	-	-	88,346	-	139,873
Total Liabilities and Fund Balance	\$ 51,625	\$ 154	\$ 13,145	\$ -	\$ 3,924	\$ 88,346	\$ 184	\$ 157,378

Grant Parish Police Jury

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance **Non Major Capital Projects Funds - Year Ended December 31, 2013**

	Medical Clinic	LCDBG Master Plan	LCDBG Old Bank Building	FEMA Bayou Darrow	CDBG Fletcher Loop	South Grant Sewer	CNG Station	Total Capital Projects Funds
<u>Revenues:</u>								
Federal Funds	\$ -	\$ -	\$ 37,900	\$ 29,025	\$ 242,316	\$ -	\$ 66,000	\$ 375,241
State Funds	-	-	-	-	-	34,963	-	34,963
Local Funds	-	-	-	9,675	-	-	-	9,675
Other	52	-	-	-	-	-	-	52
Total Revenues	52	-	37,900	38,700	242,316	34,963	66,000	419,931
<u>Expenditures:</u>								
Current:								
Public Works	-	-	-	38,700	-	46,617	-	85,317
Economic Development	-	-	-	-	-	-	81,442	81,442
Capital Expenditures	-	-	37,900	-	242,316	-	-	280,216
Total Expenditures	-	-	37,900	38,700	242,316	46,617	81,442	446,975
Excess (Deficiency) of Revenues Over Expenditures	52	-	-	-	-	(11,654)	(15,442)	(27,044)
<u>Other Financing Sources:</u>								
Operating Transfers In	-	-	-	-	-	100,000	71,146	171,146
Total other financing sources	-	-	-	-	-	100,000	71,146	171,146
Net Change in Fund Balance	52	-	-	-	-	88,346	55,704	144,102
Fund Balance (Deficit) - Beginning of Year	51,573	-	(98)	-	-	-	(55,704)	(4,229)
Fund Balance (Deficit) - End of Year	\$ 51,625	\$ -	\$ (98)	\$ -	\$ -	\$ 88,346	\$ -	\$ 139,873

Grant Parish Police Jury

Schedule of Compensation Paid to Police Jurors For the year ended December 31, 2013

Donald Arnold	\$ 14,400
Britton Carroll	14,400
Herman Collins	14,400
Brandon Dubois	14,400
Tom Hamilton	14,400
Robert Martin	14,400
Arnold Murrell	14,400
Winston Roberts	<u>14,400</u>
 Total	 <u>\$ 115,200</u>

Grant Parish Police Jury

Schedule of Expenditure of Federal Financial Awards For the year ended December 31, 2013

<u>FEDERAL GRANTOR / Pass-through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
UNITED STATES DEPARTMENT OF AGRICULTURE		
Direct Program - Schools and Roads - Title II Funds		\$ 90,341
Pass-through State of Louisiana, Department of the Treasury		
Schools and Roads		<u>473,491</u>
Total - Schools and Roads	10.665	563,832
UNITED STATES DEPARTMENT OF ENERGY		
Passed through - Louisiana Department of Natural Resources		
State Energy Program - ARRA	81.041	66,000
UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		
Pass-through State of Louisiana, Division of Administration		
Community Development Block Grant	14.228	345,656
UNITED STATES DEPARTMENT OF THE INTERIOR		
Direct Program - Payment in Lieu of Taxes	15.226	47,237
DEPARTMENT OF HOMELAND SECURITY		
Passed through Louisiana Office of Emergency Preparedness		
Federal Emergency Management Agency	97.039	29,025
State Homeland Security Grant Program	97.067	55,090
DELTA REGIONAL AUTHORITY		
Passed through Kisaichie-Delta Regional Planning		
and Development District, Inc.	90.201	<u>37,900</u>
Total Expenditure of Federal Awards		\$ <u>1,144,740</u>

Note

The schedule of expenditures of federal awards was prepared in conformity with generally accepted accounting principles for Governmental Units. See notes to the accompanying financial statements for further details.

ROZIER, HARRINGTON & MCKAY

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June 22, 2014

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

The Grant Parish Police Jury
Colfax, Louisiana 71417

Report on Compliance for Each Major Federal Program

We have audited the compliance of the Grant Parish Police Jury with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Grant Parish Police Jury's major federal programs for the year ended December 31, 2013. The Grant Parish Police Jury's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Grant Parish Police Jury's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Grant Parish Police Jury's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the Grant Parish Police Jury's compliance.

-Members-
American Institute of Certified Public Accountants • Society of Louisiana, CPAs

Grant Parish Police Jury

June 22, 2014

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Opinion on Each Major Federal Program

In our opinion, the Grant Parish Police Jury complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2013.

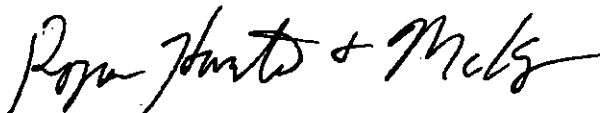
Report on Internal Control over Compliance

The management of the Grant Parish Police Jury is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Grant Parish Police Jury's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Grant Parish Police Jury's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

Grant Parish Police Jury

Schedule of Findings and Questioned Costs For the Year Ended December 31, 2013

PART I - SUMMARY OF AUDITOR'S RESULTS:

- The Independent Auditors' Report on the primary government financial statements for the Grant Parish Police Jury as of December 31, 2013 and for the year then ended expressed an unqualified opinion.
- The results of the audit disclosed no instances of noncompliance that are considered to be material to the primary government financial statements of the Grant Parish Police Jury.
- The Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133 expressed an unqualified opinion on compliance requirements for the major program described below.
- The audit did not disclose an audit finding which is required to be reported as a significant deficiency in internal control over financial reporting.
- Major programs for the year ended December 31, 2013 are presented as follows:

UNITED STATES DEPARTMENT OF AGRICULTURE
CFDA No. 10.665 – National Forest Receipts
CFDA No. 14.228 – Community Development Block Grant

- A threshold of \$300,000 was used for distinguishing between Type A and Type B programs for purposes of identifying major programs.
- The Grant Parish Police Jury was considered to be a low risk auditee as defined by OMB Circular A-133.

PART II - FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS:

- There are no matters to report.

PART III - FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS WHICH SHALL INCLUDE AUDIT FINDINGS AS DEFINED BY OMB CIRCULAR A-133:

- There are no matters to report.

Grant Parish Police Jury

Management's Corrective Action Plan

For the Year Ended December 31, 2013

<u>SECTION I</u> INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS	
There are no matters to report.	Not Applicable.
<u>SECTION II</u> INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS	
There are no matters to report.	Not Applicable
<u>SECTION III</u> MANAGEMENT LETTER	
There are no matters to report.	Not Applicable

Grant Parish Police Jury

Summary of Prior Year Findings and Questioned Cost For the Year Ended December 31, 2013

<u>SECTION I</u> INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS	
There are no matters to report.	Not Applicable.
<u>SECTION II</u> INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS	
There are no matters to report.	Not Applicable
<u>SECTION III</u> MANAGEMENT LETTER	
There are no matters to report.	Not Applicable